SURFACE TRANSPORTATION BOARD

DECISION

Docket No. AB-12 (Sub-No. 184X)

SOUTHERN PACIFIC TRANSPORTATION COMPANY–ABANDONMENT EXEMPTION–WENDEL-ALTURAS LINE IN MODOC AND LASSEN COUNTIES, CA

Decided: August 28, 2003

Southern Pacific Transportation Company (SP) filed a petition for exemption under 49 U.S.C. 10505 [now 49 U.S.C. 10502] from the prior approval requirements of 49 U.S.C. 10903-04 to abandon an 85.5-mile rail line between milepost 360.1, near Wendel and milepost 445.6, near Alturas, in Modoc and Lassen Counties, CA. A decision and notice of interim trail use or abandonment (NITU) was served and published in the <u>Federal Register</u> on August 12, 1996 (61 FR 41823-30), authorizing, among other things, a 180-day period for SP to negotiate an interim trail use/rail banking agreement with various parties and governmental agencies for the 85.5-mile line of railroad.¹ The negotiating period under the NITU was extended several times; the latest extension is scheduled to expire on September 3, 2003.²

On August 21, 2003, U.S. Department of the Interior, Bureau of Land Management (BLM), filed a request to extend the negotiation period under the NITU for 1 year. BLM states that the additional time is needed to negotiate with UP regarding the value of the lands to be rail banked and for BLM to secure funding to carry out rail banking arrangements negotiated with UP. In its response submitted by facsimile on August 27, 2003, UP advised the Board that it has not consummated the abandonment and that it is agreeable to an additional trail use negotiation period of 1 year for BLM or other entities to conduct trail use negotiations.

¹ This proceeding is related to Finance Docket No. 32760, <u>Union Pacific Corporation</u>, <u>Union Pacific Railroad Company</u>, and <u>Missouri Pacific Railroad Company</u>—Control and <u>Merger—Southern Pacific Rail Corporation</u>, <u>Southern Pacific Transportation Company</u>, <u>St. Louis Southwestern Railway Company</u>, <u>SPCSL Corp.</u>, and <u>The Denver and Rio Grande Western Railroad Company</u> (<u>UP/SP</u>). The common control authorized in <u>UP/SP</u> (see <u>Union Pacific/Southern Pacific Merger</u>, 1 S.T.B. 233 (1996)), was consummated on September 11, 1996. SP was subsequently merged into Union Pacific Railroad Company (UP).

² The most recent extension of the negotiation period under the NITU was authorized by decision served March 12, 2003.

Where, as here, the carrier is willing to continue trail use negotiations, the NITU negotiating period may be extended. An extension of the negotiating period will promote the establishment of trails and rail banking consistent with the National Trails System Act, 16 U.S.C. 1247(d).³ Accordingly, the NITU negotiating period will be extended to September 3, 2004.⁴

This decision will not significantly affect either the quality of the human environment or the conservation of energy resources.

It is ordered:

- 1. BLM's request to extend the NITU negotiating period is granted.
- 2. The NITU negotiating period is extended to September 3, 2004.
- 3. The decision is effective on its service date.

By the Board, David M. Konschnik, Director, Office of Proceedings.

Vernon A. Williams Secretary

³ <u>See Rail Abandonments–Supplemental Trails Act Procedures</u>, 4 I.C.C.2d 152, 157-58 (1987).

⁴ Although the request exceeds the customary request of 180 days, the Board has granted such requests in the past. See, e.g., Southern Pacific Transportation Company—Abandonment Exemption—in Jackson, Victoria and Wharton Counties, TX, STB Docket No. AB-12 (Sub-No. 162X) (STB served May 29, 1996).